GOVERNMENT OF INDIA
LAW , JUSTICE AND COMPANY AFFAIRS
LOK SABHA

STARRED QUESTION NO:69
ANSWERED ON:26.07.2001
PRELIMINARY REPORT ON CAPITAL MARKET SCAM
DR. KIRIT SOMAIYA

Will the Minister of LAW , JUSTICE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Department of Company Affairs has taken cognisance of SEBIs preliminary investigation on capital market scam;

(b) if so, the details thereof; and

(c) the action taken by the Government in this regard?

Answer

THE MINISTER OF LAW, JUSTICE & COMPANY AFFAIRS AND SHIPPING (SHRI ARUN JAITELY)

(a), (b) & (c) Yes sir, the Government has taken cognisance of SEBI`s preliminary investigation report on capital market scam and has ordered inspection of books of accounts and other records of 94 companies under the provisions of Section 209A of the Companies Act 1956. The inspections are in progress. Further action will be initiated on receipt of inspection reports.